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| 1. Course code: | FIN 320 | | | 1. Course title: | | | | | | FINANCIAL MANAGEMENT- II | | | | | | | | | | | |
| 1. College: College of Business Administration | | | | | | | | | | | | | | | | | | | | | |
| 1. Department: Economics and Finance | | | | | | | | | | | | | | | | | | | | | |
| 1. Program: B.Sc. in Banking and Finance | | | | | | | | | | | | | | | | | | | | | |
| 1. Course credits: 3-credit hour | | | | | | | | | | | | | | | | | | | | | |
| 1. Course NQF Level: 6-7-8 | | | | | | | | | | | | | | | | | | | | | |
| 1. NQF Credits: 12 | | | | | | | | | | | | | | | | | | | | | |
| 1. Prerequisite: FIN 220 | | | | | | | | | | | | | | | | | | | | | |
| 1. Lectures Timing & Location: Online | | | | | | | | | | | | | | | | | | | | | |
| 1. Course web page: Blackboard | | | | | | | | | | | | | | | | | | | | | |
| 1. Course Instructor: | | | | | | | | | | | | | | | | | | | | | |
| 1. Office Hours and Location: TBA | | | | | | | | | | | | | | | | | | | | | |
| 1. Course coordinator: Dr. Sumathi Kumaraswamy | | | | | | | | | | | | | | | | | | | | | |
| 1. Academic year: 2020-2021 | | | | | | | | | | | | | | | | | | | | | |
| 1. Semester: | |  | **First** | | | | | X | | | **Second** | | | |  | | **Summer** | | | | |
| 1. Textbook(s): Ross, Westerfield and Jordan (2020), *Essentials of Corporate Finance*, McGrawHill, 10th Edition, (ISBN 978-1-260-56556-0) | | | | | | | | | | | | | | | | | | | | | |
| 1. References from the Library (<http://www.ac-knowledge.net/uobv3/>):   Berk, Demarzo and Harford (2015), *Fundamentals of Corporate Finance*, Pearson, Global Edition, Library code: HG4026.B464 2012  Hirt , Block, Danielsen (2014) *.Corporate Finance Foundations*, McGraw-Hill, 15th Global Edition, (ISBN: 00771619)  Ross, S. A., Westerfield, R. W. & Jordan, B. D. (2019). *Fundamentals of Corporate Finance*. 12 Edition McGraw Hill. (ISBN13: 9781259918957) | | | | | | | | | | | | | | | | | | | | | |
| 1. Other learning resources used (e.g. e-Learning, field visits, periodicals, software, etc.):   1.Excel Spreadsheets for Simulation Assignments  2.Online Periodicals References : Finance Monthly; Wall Street Journal  3.Online Stock Exchanges websites  4.Online Games in blackboard : Mentimeter, Kohoot, Quizlet  5.Guest Lecture Videos of Finance professionals   * The risk return trade off * <https://www.coursera.org/lecture/portfolio-risk-management/the-risk-return-trade-off-ubs-guest-speaker-VI84w> * How interest rates affect equity and bond portfolios   <https://www.coursera.org/lecture/understanding-financial-markets/how-interest-rates-affect-equity-and-bond-portfolios-part-2-FV592>   * Warren Buffett Explains How To Calculate The Intrinsic Value Of A Stock   <https://www.youtube.com/watch?v=TmWW7tsCuGQ> Warren Buffett: How to Invest For Beginners  * <https://www.youtube.com/watch?v=yRr0_gJ-3mI>  The New Green Business Model for Sustainable Finance: Peter Fusaro at TEDx ColumbiaEngineering  * <https://www.youtube.com/watch?v=GoVXV8q8hQ4>  Creating sustainable finance: Chris Loker at TEDxCapeTown<https://www.youtube.com/watch?v=guguDSwcRpk>6 .Suggested Journal Article ReadingsDr.Sumathi Kumaraswamy, Aktan,B and Hawaichi, Z (2017) Why do financial services companies pay dividend? Evidence from Qatar Stock Exchange  * Dr.Sumathi Kumaraswamy, Ebrahim, R and Nasser, H. (2019) Impact of Corporate Restructuring on the financial Performance of GCC firms | | | | | | | | | | | | | | | | | | | | | |
| 1. Course description (as per the published):   Detailed analysis of capital budgeting under conditions of uncertainty: theory of financial valuation, Cost of capital, capital structure, dividend policy, long-term financing- capital markets, investment banking, common stock, preferred stocks, debt instruments, leasing, convertibles, mergers and acquisitions, introduction to international finance, small company finance, failure, and reorganization. | | | | | | | | | | | | | | | | | | | | | |
| 1. Course Intended Learning Outcomes (CILOs): | | | | | | | | | | | | | | | | | | | | | |
| CILOs | | | | | *Mapping to PILOs* | | | | | | | | | | | | | | | | |
| Learning goals | | | | | a. Knowledge | | b. Globalization | | | | | c. Skills | | d. Communication | | | | e. Competencies | | f. Values | |
| Learning objectives | | | | | a1: General Knowledge | a2: Specific knowledge | b1: International cross-cultural | | b2: Global Perspective | | | c1: Thinking skills | c2: Analytical skills | d1: Communication (Writing) | | d2: Communication (Oral) | | e1: Leadership skills | e2: Teamwork | f1: Ethics | f2: Social responsibility |
| 1. Value and interpret valuation of various financial securities and investment choices under uncertainty and risk with different models | | | | | ✓ | ✓ |  | |  | | | ✓ |  |  | |  | |  |  |  |  |
| 2.Analyze and distinguish between various types of financial instruments traded in capital markets | | | | | ✓ | ✓ |  | |  | | | ✓ | ✓ |  | |  | |  |  |  |  |
| 3.Estimate and evaluate the weighted average cost of capital and examine the long-term sources of debt | | | | |  |  |  | |  | | | ✓ | ✓ |  | |  | |  |  |  |  |
| 4.Compare between the various choices for a firm’s dividend policy | | | | |  |  |  | |  | | | ✓ | ✓ |  | |  | |  |  |  |  |
| 5.Apply a variety of financial and IT tools and concepts in independent student's work | | | | |  |  |  | |  | | | ✓ | ✓ | ✓ | |  | |  |  |  |  |

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| 1. Course assessment: | | | | |
| *Assessment Type* | *Details/ Explanation of Assessment in relation to CILOs* | *Number* | *Weight* | *Date(s)* |
| Continuous Assessment (2-hour) | 1,2,3,4,5 |  | 15 % |  |
| Engagement Activities (1-hour) | 1,2,3,4,5 |  | 15 % |  |
| Practical |  |  | % |  |
| Examinations |  |  | % |  |
| Projects/Case Studies | 1,2,5 |  | 30% |  |
| Final Examination  (Respondus) | 3,4 |  | 40% | 1/6/2021 |
| Total |  |  | 100% |  |
| 1. Description of Topics Covered | | | | |
| *Topic Title*  *(e.g. chapter/experiment title)* | *Description* | | | |
| Risk and return in capital markets | The chapter discusses calculation of returns and risk, tradeoff between risk and return, systematic and unsystematic risk and diversification in stock portfolios. | | | |
| Bonds | The chapter discusses the bond terminology, zero-coupon bonds, and coupon bonds, valuation of bonds, why bond prices change, corporate bonds and bond ratings. | | | |
| Stock Valuation | The chapter discusses the common stock, preferred stock, stock valuation using dividend-discount model. | | | |
| Fundamentals of Capital Budgeting | The chapter discusses the capital budgeting process, forecasting incremental earnings, determining incremental free cash flows and analyzing the project. | | | |
| The Cost of Capital | The chapter discusses the weighted average cost of capital, costs of debt and equity and use of weighted average cost of capital to value a project. | | | |
| Capital Structure | The chapter discusses the capital structure choices, capital structure in perfect capital markets, debt and taxes and optimal capital structure. | | | |
| Payout policy | The chapter discusses the cash distributions to shareholders, dividends versus share repurchases, tax disadvantage of dividends, payout versus retention of cash, signaling with payout policy, stock dividends and stock split. | | | |

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| 1. Weekly Schedule | | | | | |
| *Week* | *Date* | *Topics covered* | *CILOs* | *Teaching Method* | *Assessment* |
| *1* | 07/02/2021 | Chapter 11: Risk and Return | 1,5 | *2-hour lecture:* | *Continuous Assessment* |
| *1-hour lecture* |
| *2* | 14/02/2021 | Chapter 11: Risk and Return | 1,5 | *2-hour lecture:* | *Continuous Assessment* |
| *1-hour lecture* |
| *3* | 21/02/2021 | Chapter 11: Risk and Return | 1,5 | *2-hour lecture:* | *Continuous Assessment* |
| *1-hour lecture* |
| *4* | 28/02/2021 | Chapter 6: Interest rates and Bond Valuation | 1,5 | *2-hour lecture:* | *Continuous Assessment* |
| *1-hour lecture* |
| *5* | 07/03/2021 | Chapter 6: Interest rates and Bond Valuation | 1,5 | *2-hour lecture:* | *Continuous Assessment* |
| *1-hour lecture* |
| *6* | 14/03/2021 | Chapter 7: Equity Markets and Stock Valuation | 1,2,5 | *2-hour lecture:* | *Continuous Assessment, Assignment* |
| *1-hour lecture* |
| *7* | 21/03/2021 | Chapter 7: Equity Markets and Stock Valuation | 1,2,5 | *2-hour lecture:* | *Continuous Assessment, Assignment* |
| *1-hour lecture* |
| *8* | 28/03/2021 | Chapter 9:Making Capital Investment Decisions | 1,2,5 | *2-hour lecture:* | *Continuous Assessment,*  *Case study, Final Exam* |
| *1-hour lecture* |
| *9* | 11/04/2021 | Chapter 9:Making Capital Investment Decisions | 1,2,5 | *2-hour lecture:* | *Continuous Assessment,*  *Case study, Final Exam* |
| *1-hour lecture* |
| *10* | 18/04/2021 | Chapter 12: Cost of Capital | 3,5 | *2-hour lecture:* | *Continuous Assessment,*  *Case study, Final Exam* |
| *1-hour lecture* |
| *11* | 25/04/2021 | Chapter 12: Cost of Capital | 3,5 | *2-hour lecture:* | *Case study, Final Exam* |
| *1-hour lecture* |
| *12* | 02/05/2021 | Chapter 13: Leverage and Capital structure | 3 | *2-hour lecture:* | *Final Exam* |
| *1-hour lecture* |
| *13* | 09/05/2021 | Chapter 13: Leverage and Capital structure | 3 | *2-hour lecture:* | *Final Exam* |
| *1-hour lecture* |
| *14* | 16/05/2021 | Chapter 14: Dividends and Dividend Policy | 4 | *2-hour lecture:* | *Final Exam* |
| *1-hour lecture* |
| *15* | 23/05/2021 | Chapter 14: Dividends and Dividend Policy | 4 | *2-hour lecture:* | *Final Exam* |
| *1-hour lecture* |